

HOUSE BILL 2123

By Odom

AN ACT to amend Tennessee Code Annotated, Title 4, Chapter 31; Title 4, Chapter 51 and Title 49, relative to state lottery proceeds and programs funded by state lottery proceeds. This act makes appropriations for programs funded by state lottery proceeds for an indefinite period of time.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 49-4-903, is amended by deleting the section in its entirety and by substituting instead the following:

Section 49-4-903.

(a) The scholarship and grant programs established by this part shall be administered by TSAC, which shall be responsible for determination of eligibility of students and for the distribution of funds appropriated by the general assembly for scholarships and grants awarded under the program. In the event net proceeds from lottery revenues are insufficient to fund fully the scholarships and grants created by this part, then the Tennessee student assistance corporation is authorized to review and reduce the amounts to be awarded for such scholarships and grants pro rata.

(b) THEC shall provide assistance to the general assembly and to TSAC by researching and analyzing data concerning the scholarship and grant programs created under this part, including, but not limited to, student success and scholarship retention. THEC shall report its findings annually to the education committee of the senate and the education committee of the house of representatives before the second Tuesday in January. THEC's annual report shall also be delivered to the University of Tennessee system and the Tennessee board of regents.

(c) Postsecondary educational institutions that enroll students receiving scholarships or grants under this part shall provide all information required by TSAC and

THEC that is necessary for administering, reviewing, and evaluating such programs.

TSAC and THEC may choose to collect data from higher education institutions or through the University of Tennessee system, board of regents, or the Tennessee Independent Colleges and Universities Association. TSAC and THEC shall maintain confidentiality of individual student records in accordance with the Family Educational Right to Privacy Act.

SECTION 2. This act shall take effect July 1, 2007, the public welfare requiring it.